



General Assembly

February Session, 2004

Raised Bill No. 5540

LCO No. 1916

01916_____GL_

Referred to Committee on General Law

Introduced by:
(GL)

AN ACT CONCERNING ITEMS ON CONSIGNMENT.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. (NEW) (*Effective October 1, 2004*) (a) As used in this
2 section:

3 (1) "Consignor" means any person who delivers personal property
4 to a consignee for the purpose of sale to the public on a commission or
5 fee or other basis of compensation;

6 (2) "Consignee" means a dealer who receives and accepts personal
7 property from a consignor for the purpose of sale to the public on a
8 commission or fee or other basis of compensation.

9 (b) A contract between a consignor and consignee shall include
10 notice that pursuant to the federal Bankruptcy Act, Title 11 of the
11 United States Code, as from time to time amended, personal property
12 that is delivered to a consignee shall not be subject to seizure if the
13 consignee declares bankruptcy. A contract without such notice is void.

This act shall take effect as follows:

Section 1	<i>October 1, 2004</i>
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Statement of Purpose:

To establish provisions of a contract between consignors and consignees.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]